

ORIGINAL



BEFORE THE ARIZONA CORPORATION COMMISSION

Chairman GARY PIERCE Commissioner PAUL NEWMAN Commissioner SANDRA K. KENNEDY Commissioner BOB STUMP Commissioner IN THE MATTER OF THE APPLICATION OF ARIZONA PUBLIC SERVICE COMPANY, IN CONFORMANCE WITH THE REQUIREMENTS OF ARIZONA REVISED STATUTES SECTION 40-360, et seq., FOR A CERTIFICATE OF ENVIRONMENTAL COMPATIBILITY AUTHORIZING THE NORTH VALLEY 230kV FACILITY SITING PROJECT, INCLUDING THE CONSTRUCTION OF APPROXIMATELY 31 MILES OF 230kV TRANSMISSION LINES, TWO 230kV SUBSTATIONS, AND THREE
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SUBSTATION INTERCONNECTIONS IN)
MARICOPA COUNTY, ARIZONA,
ORIGINATING AT THE WESTWING)
SUBSTATION IN SECTION 12,
TOWNSHIP 4 NORTH, RANGE 1 WEST,)
G&SRB&M AND INTERCONNECTING) AT THE RACEWAY SUBSTATION)
IN SECTIONS 4 AND 5, TOWNSHIP 5
NORTH, RANGE 1 EAST, G&SRB&M,
CONTINUING TO THE PROPOSED AVERY
SUBSTATION IN SECTION 15,
TOWNSHIP 5 NORTH, RANGE 2 EAST,
G&SRB&M AND THE PROPOSED)
MISTY WILLOW SUBSTATION IN
SECTION 8, TOWNSHIP 4 NORTH,

RANGE 3 EAST, G&SRB&M, AND

TERMINATING AT THE PINNACLE PEAK SUBSTATION IN SECTION 10, TOWNSHIP

4 NORTH, RANGE 4 EAST, G&SRB&M.

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Arizona Corporation Commission

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Docket No. L-00000D-02-0120

Case No. 120

NOTICE OF SUBSTATION SITE CHANGE OR, IN THE ALTERNATIVE, APPLICATION TO AMEND A.C.C. DECISION NO. 65997



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The Arizona Corporation Commission ("Commission") Decision No. 65997 (June 18, 2003) (Line Siting Case No. 120) (Exhibit A) approved a Certificate of Environmental Compatibility ("CEC") granted by the Arizona Power Plant and Transmission Line Siting Committee ("Committee") for the Arizona Public Service Company ("APS") to build a double circuit 230kV line between the Westwing substation and the Pinnacle Peak substation. Decision No. 65997 also approved, among other items, the construction of the proposed Misty Willow substation in Section 8, Township 4 North, Range 3 East. The purpose for the Misty Willow substation is to serve as a transformation interconnection point to distribute power to the residential communities and commercial establishments in north Phoenix.

Most of the double circuit 230kV transmission line approved in Line Siting Case No. 120 was superseded by a new CEC authorizing a 500/230kV transmission line between the TS-9 substation and the Pinnacle Peak substation (A.C.C. Decision No. 69343) (Line Siting Case No. 131) (Exhibit B). Decision No. 69343 (Line Siting Case No. 131) specifically notes that APS retains the authorization from Line Siting Case No. 120 to construct the Misty Willow substation. (Exhibit B, page 12, line 6).

Initially, the proposed Misty Willow substation (now referred to as the Scatter Wash substation) was anticipated to be located south of an existing double circuit SRP 230kV transmission line. For reasons explained below, APS has decided that the Misty Willow/Scatter Wash substation should be located north of the existing SRP 230kV lines and the new APS 500/230kV transmission project. The substation will still be in Section 8, Township 4 North, Range 3 East. (Attached as Exhibit C is an aerial map showing both

A copy of this notice and application is being filed in the Case No. 131 docket as well, even though the substation authorization stems from Case No. 120.



the initially proposed and currently proposed sites for the Misty Willow/Scatter Wash substation).²

All of the electric facilities, including the interconnection transmission structures, for the Misty Willow/Scatter Wash substation will be within the 1000 foot corridor approved in Line Siting Case No. 120.³ Attached as Exhibit D is a conceptual site layout of the substation facility showing a preliminary rendering of the substation facilities and the 1000 foot corridor.

The primary reason for a change in the site from the south side to the north side of the transmission corridor is cost saving. The new substation site will save APS about \$3 million because APS was able to acquire the land north of the existing transmission corridor for substantially less money than the owner was willing to sell the land to the south.

A secondary reason for the adjusted site is that it will reduce line crossings. The south site will require the new APS 230kV line to cross two high voltage transmission lines to interconnect with the new substation. The north site only requires APS to cross one high voltage line (its own 500kV line) which will be co-located on the same transmission structure as the new 230kV line.

The north site is bordered on the east by the Central Avenue alignment and state trust land, on the west by Bureau of Reclamation ("BOR") land, on the north by Happy Valley Road and state trust land and on the south by the existing transmission line corridor. The south site is bordered on the east by the Central Avenue alignment and BOR land, on the west by private land, on the south by private land and on the north by private land and BOR land. *See* Exhibit C.

The building in the upper right corner of the aerial has been removed.

It is possible that the substation fence on the north side and a small portion of a retention basin will be outside the 1000 foot corridor, but none of the electrical facilities will be outside the corridor.



The north substation site is 2100 feet from the nearest residence. The south substation site is 1750 feet from the nearest residence.

On March 5, 2010, APS placed a sign on the north site facing Happy Valley Road informing the public of a new proposed substation and providing contact information. APS has not received any contacts from the public regarding the site. In addition, the Central Arizona Project, which manages the BOR land along the canal, and the Arizona State Land Department have been notified. APS plans to mail a written notice of the revised site to all landowners within one mile of the site.

By this pleading, APS is notifying the Commission and parties in Case No. 120 of this change. If the Commission deems the substation site change to require Commission approval, then APS respectfully requests that this filing be treated as an application under A.R.S. § 40-252 to amend Decision No. 65997 to authorize APS to move the substation from the south to the north side of the transmission line corridor for the cost and reliability reasons described above. APS anticipates that substation construction will be in 2012, but engineering and permitting work with the City of Phoenix must commence now. If the Commission chooses to treat this filing as an application for an amendment under A.R.S. § 40-252, APS respectfully requests that the Commission amend Decision No. 65997 expeditiously so that the necessary engineering and permitting can begin.

RESPECTFULLY SUBMITTED this 16th day of November, 2010.

LEWIS AND ROCA LLP

Thomas H. Campbell

Albert H. Acken 40 N. Central Avenue

Phoenix, Arizona 85004

Attorneys for Arizona Public Service Company



1			
2	original and thirteen (13) copies of the foregoing hand-delivered this 16th day of November, 2010 to:		
3			
4	Arizona Corporation Commission Utilities Division - Docket Control		
5	1200 W. Washington Street Phoenix, Arizona 85004		
6	COPY of the foregoing hand delivered this 16th day of November, 2010, to:		
7	Janice Alward		
8	Charles Hains Robin Mitchell		
9	Legal Division		
10	Arizona Corporation Commission 1200 W. Washington Street Phoenix, Arizona 85007		
11			
12	Lyn Farmer, Chief Administrative Law Judge Hearing Division		
13	Arizona Corporation Commission 1200 W. Washington Street Phoenix Arizona 25007		
14	Phoenix, Arizona 85007		
15	Steve Olea, Director Utilities Division		
16	Arizona Corporation Commission 1200 W. Washington Street		
17	Phoenix, Arizona 85007		
18	COPY of the foregoing mailed this 16th day of November, 2010, to:		
19	Total day of November, 2010, to.		
20	Chairman John Foreman Office of the Attorney General		
21	1275 W. Washington Street Phoenix, Arizona 85007		
22	Roles, Inc.		
23	c/o Roger K. Ferland Quarles & Brady		
24	One Renaissance Square Two North Central Avenue		
25	Phoenix, Arizona 85004		



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EXHIBIT A

BEFORE THE ARIZONA CORPORATION

COMMISSIONERS

MARC SPITZER, Chairman JIM IRVIN WILLIAM A. MUNDELL JEFF HATCH-MILLER MIKE GLEASON

NORTH, RANGE 2 EAST,

TERMINATING

RANGE 4 EAST, G&SRB&M

Arizona Corporation Commission

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PUBLIC SERVICE COMPANY, IN CONFORMANCE WITH THE REQUIREMENTS OF ARIZONA REVISED 40-360, SEQ., FOR **STATUTES** SECTION ET CERTIFICATE OF ENVIRONMENTAL COMPATIBILITY AUTHORIZING THE NORTH VALLEY 230kV FACILITY SITING PROJECT, INCLUDING THE CONSTRUCTION MILES APPROXIMATELY TRANSMISSION LINES, TWO 230kV SUBSTATIONS AND THREE SUBSTATION INTERCONNECTIONS IN MARICOPA COUNTY, ARIZONA, SUBSTATION IN WESTWING TOWNSHIP 4 NORTH, RANGE 1 WEST, G&SRB&M AND INTERCONNECTING AT THE RACEWAY SUBSTATION IN SECTIONS 4 AND 5, TOWNSHIP 5 NORTH, RANGE 1 EAST, G&SRB&M, CONTINUING TO THE PROPOSED

AVERY SUBSTATION IN SECTION 15, TOWNSHIP

AT

PROPOSED MISTY WILLOW SUBSTATION IN SECTION 8, TOWNSHIP 4 NORTH, RANGE 3 EAST, G&SRB&M,

SUBSTATION IN SECTION 10, TOWNSHIP 4 NORTH,

IN THE MATTER OF THE APPLICATION OF ARIZONA

CASE NO. 120

Docket No. L-00000D-02-0120

DECISION NO. 65997

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The Arizona Corporation Commission ("Commission") has conducted its review, pursuant to A.R.S. § 40-360.07. The Commission finds and concludes that the Certificate of Environmental Compatibility ("CEC") issued by the Arizona Power Plant and Transmission Line Siting Committee ("Committee") is granted as modified and amended by this Order.

AND

The Commission modifies the CEC to add the following condition:

G&SRB&M

THE PINNACLE

30. Applicant shall work with developers along the route to include the identity and location of the certificated route in the developers' homeowners disclosure statements.

The Commission finds and concludes that: (1) the Project is in the public interest because it aids the state in meeting the need for an adequate, economical and reliable supply of electric power;

(2) in balancing the need for the Project with its effect on the environment and ecology of the state, the conditions placed on the CEC by the Committee and the Commission, effectively minimize its impact on the environment and ecology of the state; (3) the conditions placed on the CEC by the Committee and the Commission, resolve matters concerning the need for the Project and its impact on the environment and ecology of the state raised during the course of proceedings, and as such, serve as the findings on the matters raised; and, (4) in light of these conditions, the balancing in the public interest results in favor of granting the CEC as modified by the Commission.

THE CEC ISSUED BY THE SITING COMMITTEE IS INCORPORATED HEREIN AND IS APPROVED AS AMENDED BY THIS ORDER OF THE ARIZONA CORPORATION COMMISSION COMMISSIONER COMMISSIONER CHAIRMAN COMMISIONER IN WITNESS WHEREOF, I, JAMES G. JAYNE, Interim Executive Secretary of the Arizona Corporation Commission, have hereunto, set my hand and caused the official seal of the Commission to be affixed at the Capitol, in the City of Phoenix, this 18th day of , 2003. Interim Executive Secretary DISSENT:

BEFORE THE ARIZONA POWER PLANT AND TRANSMISSION LINE SITING COMMITTEE

IN THE MATTER OF THE APPLICATION OF ARIZONA PUBLIC SERVICE COMPANY IN CONFORMANCE WITH THE REQUIREMENTS OF ARIZONA REVISED STATUTES SECTION 40-360, ET SEQ., FOR A CERTIFICATE OF ENVIRONMENTAL COMPATIBILITY AUTHORIZING THE NORTH VALLEY 230KV FACILITY PROJECT, CASE NO. 120 INCLUDING THE CONSTRUCTION OF APPROXIMATELY 31 MILES OF 230KV TRANSMISSION LINES, TWO 230KV SUBSTATIONS, AND THREE SUBSTATION INTERCONNECTIONS IN MARICOPA COUNTY, ARIZONA, ORIGINATING AT THE WESTWING SUBSTATION IN SECTION 12, TOWNSHIP 4 NORTH, RANGE 1 WEST, G&SRB&M AND INTERCONNECTING AT THE **RACEWAY SUBSTATION IN SECTIONS 4** AND 5, TOWNSHIP 5 NORTH, RANGE 1 EAST, G&SRB&M, CONTINUING TO THE PROPOSED **AVERY SUBSTATION IN SECTION 15,** TOWNSHIP 5 NORTH, RANGE 2 EAST, G&SRB&M AND THE PROPOSED MISTY WILLOW SUBSTATION IN SECTION 8, TOWNSHIP 4 NORTH, RANGE 3 EAST, G&SRB&M, AND TERMINATING AT THE PINNACLE PEAK SUBSTATION IN SECTION 10, TOWNSHIP 4 NORTH, RANGE 4 EAST, G&SRB&M.

Docket No. L-00000D-02-0120

CASE NO. 120

CERTIFICATE OF ENVIRONMENTAL COMPATIBILITY

Pursuant to notice given as provided by law, the Arizona Power Plant and Transmission Line Siting Committee (the "Committee") held public hearings on November 25-26, 2002, January 27, 2003, January 29, 2003, March 24, 2003 and March 26, 2003, all in conformance

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with the requirements of Arizona Revised Statutes § 40-360, et seq., for the purpose of receiving evidence and deliberating on the Application of Arizona Public Service Company ("Applicant") for a Certificate of Environmental Compatibility in the above-captioned case. A route tour was conducted on January 27, 2003.

The following members and designees of members of the Committee were present for the deliberations and vote on the Application at the January 29, 2003 hearing:

Laurie Woodall	Chairman, Designee for Arizona Attorney General, Terry Goddard
Ray Williamson	Designee for Chairman, Arizona Corporation Commission
Richard Tobin	Designee for Director, Arizona Department of Environmental Quality
Mark McWhirter	Designee for Director, Energy Department, Arizona Department of Commerce
Margaret Trujillo	Appointed Member
A. Wayne Smith	Appointed Member
Michael Whalen	Appointed Member
Michael Palmer	Appointed Member

The Applicant was represented by Jeffrey B. Guldner and Lisa M. Coulter of Snell & Wilmer L.L.P. and C. David Martinez of Pinnacle West Capital Corporation. The following parties were granted intervention pursuant to A.R.S. § 40-360.05: Arizona Corporation Commission Staff, represented by Janice M. Alward and Jason D. Gellman; Walter Meek, pro se; United Services Automobile Association, represented by C. Webb Crockett of Fennemore Craig, P.C.; Roles Inc., represented by Roger K. Ferland and Laura Raffaelli of Quarles & Brady Streich Lang L.L.P.; and Beverly Jackson, pro se.

At the conclusion of the hearings, the Committee, having received the Application, the

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appearances of the parties, the evidence, testimony and exhibits presented at the hearings, and being advised of the legal requirements of Arizona Revised Statutes §§ 40-360 to 40-360.13, upon motion duly made and seconded, voted unanimously to grant the Applicant the following Certificate of Environmental Compatibility (Case No. 120):

The North Valley project route (depicted on Exhibit A, attached hereto) will originate at the Westwing Substation in Section 12, Township 4 North, Range 1 West, and parallel an existing 500/230kV transmission line corridor northeast (approximately 3.1 miles) to the section line that designates the Dove Valley Road alignment. At that point, a radial line will extend northeast for approximately 1.7 miles interconnecting with the 230/69kV Raceway Substation in Sections 4 and 5, Township 5 North, Range 1 East. From the Westwing Substation north to Raceway Substation this portion of the route will include a 1,500-foot corridor extending to the east from the westernmost edge of the exiting transmission line right-of-way. From the point where the radial line is extended, the route continues east along the section line associated with the Dove Valley Road alignment for approximately 8.3 miles to the proposed Avery Substation, located approximately ½ mile west of I-17 in Section 15, Township 5 North, Range 2 East. There will be a 1,500-foot corridor on each side of the section line that designates the Dove Valley Road alignment in this area. From that point the line will continue south along the 39th Avenue alignment for 1.0 mile to the section line that designates the Lone Mountain Road alignment. The route then crosses Sections 22 and 23, Township 5 North, Range 2 East, on the diagonal to meet I-17, where the 69 kV crosses I-17 at a point identified as Latitude 33.7671852 and Longitude -112.128662. In this area, there will be a 1,000-foot corridor on each side of the proposed centerline of the route. The route then continues south paralleling the west side of I-17 to a point approximately 1.0 mile north of Happy Valley Road and immediately south of Skunk Creek. There will be a 1,000-foot corridor west of the controlled access for I-17. At

this point the route parallels the south side of Skunk Creek for approximately 0.1 mile to the 29th Avenue alignment where it turns south and parallels the 29th Avenue alignment to a point approximately 0.25 miles south of Happy Valley Road. Along Skunk Creek and the 29th Avenue alignment there will be a 1,000-foot corridor on either side of the proposed centerline, except that the corridor shall not extend beyond the western boundary of the controlled access for I-17. At this point the route will turn east and cross I-17 approximately 0.25 miles south of Happy Valley Road and parallel the existing 230 kV transmission line corridor for approximately 2.5 miles, interconnecting with the proposed Misty Willow Substation located south of the existing transmission corridor and west of the CAP in Section 8, Township 4 North, Range 3 East. At this point, the route then continues east and parallel to the 230kV transmission line corridor, terminating at the Pinnacle Peak Substation in Section 10, Township 4 North, Range 4 East. In the area from I-17 east to the Pinnacle Peak Substation, there will be a 1,000-foot corridor north of the centerline of the existing Salt River Project ("SRP") transmission line.

With the exception of turning structures, the Project shall, at a maximum, be constructed on double-circuit monopoles with the capability for double circuit 69 kV underbuild from the Westwing Substation to the west side of 23rd Avenue, and shall be constructed on double-circuit lattice towers for the remainder of the Project. Notwithstanding the foregoing, between 23rd Avenue and the Misty Willow Substation, the Project may be constructed either on double-circuit monopoles with capability for double-circuit 69 kV underbuild or double-circuit lattice towers to match structure types with the existing SRP transmission line.

This Certificate is granted upon the following conditions:

- 1. The Applicant shall obtain all required approvals and permits necessary to construct the Project.
- 2. The Applicant shall comply with all existing applicable air and water pollution control standards and regulations, and with all existing applicable ordinances, master plans and regulations of the State of Arizona, the County of Maricopa, the United States, and any other governmental entities having jurisdiction.
- 3. (a) This authorization to construct the Project shall expire 10 years from the date the Certificate is approved by the Arizona Corporation Commission unless construction is completed to the point that the first circuit of the Project is capable of operating by that time; provided, however, that the authorization to construct the second circuit of the Project shall expire 15 years from date of this Certificate; and further provided, however, that prior to either such expiration the Applicant or its assignees may request that the Commission extend this time limitation.
 - (b) Prior to constructing any segment of the Project (except for the segment on the Roles Property), Applicant shall file with the Commission technical studies showing the feasibility of interconnecting the Table Mesa 500 kV substation with the Project. These technical studies should determine (i) the impact of the proposed new Phoenix area transmission import delivery point on Phoenix area Reliability Must Run ("RMR") generation requirements, and (ii) the impact on staging and necessity of 230 kV elements authorized for construction in this CEC. As part of those studies, Applicant shall investigate the impacts of interconnecting the Westwing to Navajo 500 kV transmission line(s) into the Table Mesa substation prior to constructing the Palo Verde to Table Mesa 500 kV line. Such studies are to be performed in a collaborative transmission planning study forum such as the ten-year Phoenix area RMR study required by January 31, 2004 or the Central Arizona Transmission Study forum.
 - (c) Prior to constructing any segment of the Project (except for the segment on the Roles Property), Applicant shall submit a report to the ACC Utilities Division Staff showing how the design appropriately balances pole height, location and span with system reliability. The report shall also demonstrate that any system

consolidation shall not detrimentally impact system reliability at the time of construction.

4. The Applicant shall make every reasonable effort to identify and correct, on a case-specific basis, all complaints of interference with radio or television signals from operation of the transmission line and related facilities addressed in this Certificate. In addition to any transmission repairs, relevant corrective actions may include adjusting or modifying receivers; adjusting, repairing, replacing or adding antennas, antenna signal amplifiers, filters, or lead-in cables; or other corrective actions.

The Applicant shall maintain written records for a period of five years of all complaints of radio or television interference attributable to operation, together with the corrective action taken in response to each complaint. All complaints shall be recorded to include notations on the corrective action taken. Complaints not leading to a specific action or for which there was no resolution shall be noted and explained. The record shall be signed by the Applicant and also the complainant, if possible, to indicate concurrence with the corrective action or agreement with the justification for a lack of action.

- 5. The North Valley Project shall comply with applicable noise standards of the federal Department of Housing and Urban Development and the Environmental Protection Agency.
- 6. The Applicant shall continue to consult with the State Historic Preservation Office ("SHPO") to reach a determination of any cultural or archeological impacts as a result of construction activities. If the result is a determination of negative impact, the Applicant shall continue to consult with the SHPO to resolve the negative impacts. The Applicant will provide a treatment plan, to minimize impacts, for SHPO review and approval and shall continue to consult with SHPO to resolve any such impacts. The Applicant shall avoid and/or minimize impacts to properties considered eligible for inclusion in the State and National Register of Historic Places to the extent possible.
- 7. If the Applicant determines that historic-period structures Beardsley Canal and Black Canyon Road and archaeological sites AZ T:7:192 (ASM), AZ T:3:1 (MNA) and AZ T:3:2 (MNA)

cannot be avoided, then the Applicant shall plan and implement a mitigation program in consultation with SHPO.

- 8. If human remains and/or funerary objects are encountered during the course of any ground disturbing activities relating to the development of the subject property, Applicant shall cease work on the affected area of the Project and notify the Director of the Arizona State Museum in accordance with A.R.S. § 41-865.
- 9. Applicant shall retain an archeologist on site during construction activities in applicable areas, as determined by SHPO, to advise them in connection with any additional archeological studies that may be required and any mitigation efforts for archeological sites that may be affected by the construction of the Project.
- 10. After construction, the Applicant, in conjunction with any applicable land managing agency, shall allow Arizona Site Stewards, a volunteer-staffed SHPO program, to periodically inspect the sites within the corridor for vandalism or other damage.
- 11. The Applicant shall follow the Arizona State Land Department's instructions, if any, regarding the treatment of State Register of Historic Places-eligible properties situated on Arizona State Land Department land in consultation with SHPO.
- In consultation with SHPO and the land-managing agency, the
 Applicant will consider and assess potential direct and indirect impacts to eligible properties related to new access roads or any existing access roads that require blading.
- 13. The Applicant shall design the transmission lines so as to minimize impacts to raptors.
- 14. Where practicable, the Applicant shall use existing roads for construction and access. The Applicant shall minimize vegetation disturbance, particularly in drainage channels and along stream banks, and shall re-vegetate or restore areas of construction disturbance.
- 15. The Applicant shall use non-specular conductor and dulled surfaces for transmission line structures.

- 16. Within 45 days of securing easement or right of way for the Project, the Applicant shall erect and maintain signs providing public notice that the property is the site of a future transmission line. Such signage shall be no smaller than a normal roadway sign. The Applicant shall place signs in prominent locations at reasonable intervals such that the public is notified along the full length of the transmission line until the transmission structures are constructed. There must also be signs at the location of the proposed substations. The signs shall advise:
 - that the site has been approved for the construction of Project facilities including a 230 kV transmission line, as applicable to the individual site;
 - the expected date of completion of the Project facilities;
 - a phone number for public information regarding the Project.
- 17. In the event that the Project requires an extension of the term of this Certificate prior to completion of construction, Applicant shall use reasonable means to directly notify all landowners and residents within a one-half mile radius of the Project facilities for which the extension is sought. Such landowners and residents shall be notified of the time and place of the proceeding in which the Commission shall consider such request for extension.
- 18. Before construction on this Project may commence, the Applicant must file a construction mitigation and restoration plan with ACC Docket Control with copies to affected areas of jurisdiction. The Applicant shall, within one year of completion of construction of the Project, rehabilitate to its original state any area disturbed by construction of the Project, except for any road that may be necessary to access the transmission lines or substation sites for maintenance and repair.

The goals of the Plan will be to:

- Avoid impacts where practical;
- Where impacts are unavoidable, minimize impacts; and
- Focus on site preparation to facilitate natural processes of revegetation

Other key elements of the Plan, when not inconsistent with the respective land management agencies' or local owners' requirements, are to:

- Emphasize final site preparation to encourage natural revegetation
- Avoid (i.e., preserve), where practical, mature native trees;
- Stipulate a maximum construction corridor width:
- Reserve topsoil and native plan materials from right-ofway before grading, and respread over the right-of-way after construction is complete;
- Imprint the restored right-of-way to provide indentations to catch seed and water;
- Implement best management practices to protect the soil;
- Apply restoration methods that have been shown to work in the desert environment; and
- Prevent the spread of noxious weeds or other undesirable species.

A separate construction mitigation and restoration plan shall be submitted for the conductoring of the second circuit on the Project if such conductoring does not occur at the same time as the remainder of the Project is constructed.

- Applicant shall retain a qualified biologist to monitor all ground clearing/disturbing construction activities that may affect sensitive habitat. The biological monitor will be responsible for ensuring proper actions are taken if a special status species is encountered. If Sonoran desert tortoises are encountered during construction, the Applicant shall follow the Arizona Game & Fish Department's Guidelines for Handling Sonoran Desert Tortoises.
- 20. Applicant shall salvage mesquite, ironwood, saguaro and palo verde trees removed during project construction activities consistent with Arizona's Native Plant Law and use the vegetation for reclamation in or near its original location.
- 21. Applicant shall implement landscaping for the substation sites in accordance with the applicable municipal planning and zoning requirements.
- 22. The Applicant shall submit a self-certification letter annually,

identifying which conditions contained in the Certificate have been met. Each letter shall be submitted to the Utilities Division Director on December 1, beginning in 2004. Attached to each certification letter shall be documentation explaining, in detail, how compliance with each condition was achieved. Copies of each letter, along with the corresponding documentation, shall also be submitted to the Arizona Attorney General, Department of Water Resources, and Department of Commerce Energy Office.

- 23. For that segment of the route that crosses the planned Happy Valley Road Towne Center property leased by Roles and located at the southeast corner of I-17 and Happy Valley Road ("Roles Segment"), Applicant shall:
 - (a) Construct 230 kV double-circuit tangent steel monopoles and relocate the existing 69 kV transmission line to such monopoles at Applicant's expense;
 - (b) Match spans with existing structures that shall have a minimum ground clearance equal to or greater than the ground clearance of the existing lines on the Roles Segment;
 - (c) Use commercially reasonable efforts to locate structures within the existing transmission line easement across the property;
 - (d) Work in good faith with Roles, Salt River Project, and the Western Area Power Administration to facilitate the reconstruction of the existing 230 kV transmission structures on the property as monopoles, with the costs of such reconstruction to be allocated as agreed to by Applicant and Roles;
 - (e) Construct Applicant's monopoles on the property within one year of the effective date of this Certificate provided that Roles has final, approved plans and permits to construct at that time and has commenced construction; however, if Roles has not accomplished the foregoing within one year of the Effective Date of the Certificate, Applicant's obligation to construct shall be at such time

(f) Relocate Applicant's existing 69 kV transmission line within the same period described in (e), provided that an outage on the 69 kV transmission line can be safely and reliably taken during that period.

- 24. Applicant shall continue to coordinate this Project with both SRP and Western Area Power Administration ("WAPA") to ensure that all possible projects are maximally integrated, taking into account serving Arizona's growing need for electrical service, ensuring reliability for the Project and the Arizona Transmission System and minimizing any and all adverse environmental impacts. Applicant shall provide to the ACC written confirmation of continuing efforts at coordination as described above as part of its compliance with this Certificate.
- 25. With respect to the Project, Applicant shall participate in good faith in state and regional transmission study forums, and shall coordinate transmission expansion plans related to the Project to resolve transmission constraints in a timely manner.
- The following condition is to ensure transmission system safety and reliability when a transmission structure is placed within one hundred feet of a natural gas or hazardous liquid pipeline right of way, excluding distribution lines as defined by the Code of Federal Regulations. Under such circumstances, the Applicant shall:
 - (a) Provide the appropriate grounding and cathodic protection studies to show that the transmission line results in no material adverse impacts to such natural gas or hazardous liquid pipeline, whose right of way is a hundred feet or less from the transmission structure, when both are in operation. A report of studies shall be provided to the ACC by the Applicant as part of its compliance with the Certificate. If material adverse impacts are noted in the studies, Applicant shall take appropriate steps to ensure such material adverse impacts are eliminated. Applicant shall provide to the ACC written documentation of the

Adopt a written mitigation plan outlining any and all steps (b) taken to protect all electric facilities associated with the transmission line as a result of this Project from any potential hazards that could occur whenever a transmission line structure is placed 100 feet or less from any such pipeline right of way. The plan shall indicate what corrective action will be taken to mitigate any potential hazard that could occur. A potential hazard includes, but is not limited to, a rupture or explosion resulting from the pipeline. The written mitigation plan shall be provided to the ACC by the Applicant as part of its compliance with this Certificate and shall be subject to approval from Commission Staff. Applicant shall implement the written mitigation plan during a hazard as part of its compliance with this Certificate.

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- 27. The Applicant shall provide copies of this Certificate to appropriate city and county planning agencies.
- 28. In the final siting of this line, Applicant will work in good faith to offset lines approximately ¼ mile from the Dove Valley Road alignment.
- 29. Applicant shall make good faith effort to work with affected municipalities and land management agencies to encourage future development to move major arterials away from major transmission corridors.

1	GRANTED this April, 2003.
2	THE ARIZONA POWER PLANT AND TRANSMISSION LINE SITING COMMITTEE
3	L. O. 1.1 d. O.
4	By: Nouse Woodsly Chairman
5	Laurie A. Woodan, Chanman
6	APPROVED BY ORDER OF THE ARIZONA CORPORATION COMMISSION
7	Mes Sin Do a Willed March
8	Chairman Commissioner Commissioner
9	Land Ollean
10	Commissioner Commissioner
10	
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1	In Witness Hereof, I, Brian C. McNeil, Executive Secretary of the Arizona Corporation Commission, set my hand and cause the official seal of this Commission
11	In Witness Hereof, I, Brian C. McNeil, Executive Secretary of the Arizona Corporation Commission, set my hand and cause the official seal of this Commission to be affixed, this Beday of June, 2003.
11 12	In Witness Hereof, I, Brian C. McNeil, Executive Secretary of the Arizona Corporation Commission, set my hand and cause the official seal of this Commission to be affixed, this 18 day of 1, 2003.
11 12 13	Corporation Commission, set my hand and cause the official seal of this Commission to be affixed, this /8 day of
11 12 13 14	Corporation Commission, set my hand and cause the official seal of this Commission to be affixed, this 18 day of 1903.
11 12 13 14 15	Corporation Commission, set my hand and cause the official seal of this Commission to be affixed, this /8 day of
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11 12 13 14 15 16 17 18 19 20	Corporation Commission, set my hand and cause the official seal of this Commission to be affixed, this /8 day of

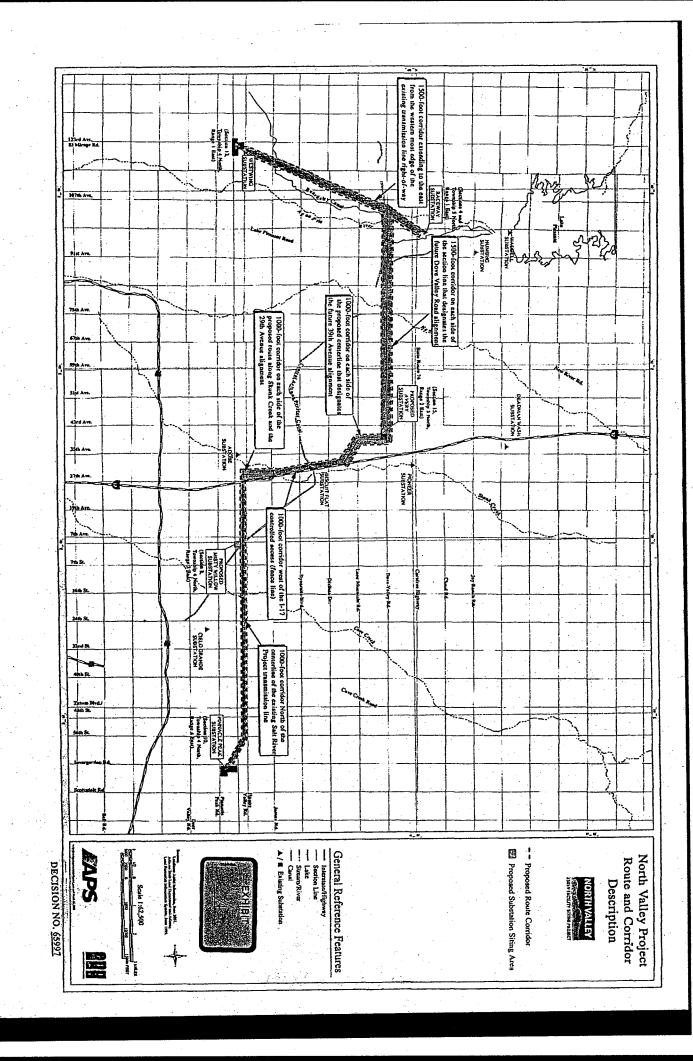


EXHIBIT B

BEFORE THE ARIZONA CORPORATION COMMISSION

2	COMMISSIONERS FEB 2 6 2007	
3	Jeff Hatch-Miller, Chairman William A. Mundell Arizona Corporation Commission Mike Gleason DOCKETED	
4	Kristin K. Mayes	
5	FED 2 & Ecol	
6	DOCKETED BY	
7		
8	IN THE MATTER OF THE APPLICATION OF ARIZONA PUBLIC SERVICE COMPANY IN CONFORMANCE WITH THE REQUIREMENTS DOCKET NO. L-00000D-06-0635-00131	
9	OF ARIZONA REVISED STATUTES SECTION 40-360, et seq., FOR A CERTIFICATE OF CASE NO. 131	
10	ENVIÓRNMENTAL COMPATIBILITY AUTHORIZING THE TS-9 TO PINNACLE DECISION NO. 69343	
11	PEAK 500Kv/230Kv TRANSMISSION LINE PROJECT WHICH INCLUDES A 500Kv/	
12	TRANSMISSION LINE, A 230Kv TRANSMISSION LINE AND ASSOCIATED	
13	FACILITIES AND INTER-CONNECTION	
14	ORIGINATING FROM THE PROPOSED TS-9 SUBSTATION LOCATED SOUTH OF SR74 IN	
15	PEORIA, AT SECTION 33, TOWNSHIP 6 NORTH, RANGE 1 EAST, G&SRB&M, TO THE	
16	EXISTING PINNACLE PÉAKE SUBSTATION LOCATED NEAR 64 TH STREET AND	
17	PINNACLE PEAK ROAD IN PHOENIX, AT SECTION 10, TOWNSHIP 4 NORTH, RANGE 4	
18	EAST, G&SRB&M.	
19		
20		
21	The Arizona Corporation Commission ("Commission") has conducted its review, pursuant to	
22	A.R.S. § 40-360.07. The Commission finds and concludes that the Certificate of Environmental	
23	Compatibility ("CEC") issued by the Arizona Power Plant and Transmission Line Siting Committee	
24	("Committee") is hereby granted as modified by this Order.	
25	The Commission modifies the CEC by deleting condition 12 and substituting a new condition	
26	12 as follows:	
27	12. Pursuant to A.R.S. § 41-844, if any archaeological, paleontological or historical site or	
28	object that is at least fifty years old is discovered on state, county or municipal land during plan-	
	1 Decision No	

DOCKET NO. L-00000D-06-0635-00131

related activities, the person in charge shall promptly report the discovery to the Director of the Arizona State Museum, and in consultation with the Director, shall immediately take all reasonable steps to secure and maintain the preservation of the discovery. If human remains and/or funerary objects are encountered on private land during the course of any ground-disturbing activities relating to the development of the subject property, Applicant shall cease work on the affected area of the Project and notify the Director of the Arizona State Museum pursuant to A.R.S. § 41-865.

Decision No.

1	The Commission further finds and concludes that: (1) the Project is in the public interest	
2	because it aids the state in meeting the need for an adequate, economical and reliable supply of	
3	electric power; (2) in balancing the need for the Project with its effect on the environment and	
4	ecology of the state, the conditions placed on the CEC by the Committee as modified by the	
5	Commission effectively minimize its impact on the environment and ecology of the state; (3) the	
6	conditions placed on the CEC by the Committee as modified by the Commission resolve matters	
7	concerning the need for the Project and its impact on the environment and ecology of the state raised	
8	during the course of proceedings, and as such, serve as the findings on the matters raised; and (4) in	
9	light of these conditions, the balancing in the broad public interest results in favor of granting the	
10	CEC as modified by the Commission.	
11	THE CEC ISSUED BY THE SITING COMMITTEE IS INCORPORATED HEREIN	
12	AND IS APPROVED AS MODIFIED BY THE COMMISSION	
13	BY ORDER OF THE ARIZONA CORPORATION COMMISSION	
14	Jeffrey Mi Hatch- neller Will Mills	
15	CHATRMAN COMMISSIONER	
16		
17	COMMISSIONER COMMISSIONER COMMISSIONER	
18	COMMISSIONER COMMISSIONER	
19	IN WITNESS WHEREOF, I BRIAN C. MCNEIL, Executive Director of the Arizona Corporation Commission, have	
20	hereunto, set my hand and caused the official seal of this Commission to be affixed at the Capital, in the City of Phoenix,	
21	this 20th day of February, 2007.	
22		
23	BRIAN C. MCNEIL	
24	Executive Director	
25	DIGGENIT.	
26	DISSENT:	
27		
28	DISSENT:	
H	Decision No.	

BEFORE THE ARIZONA POWER PLANT AND TRANSMISSION LINE SITING COMMITTEE

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IN THE MATTER OF THE APPLICATION 4 OF ARIZONA PUBLIC SERVICE 5

COMPANY IN CONFORMANCE WITH THE REOUIREMENTS OF ARIZONA

REVISED STATUTES SECTION 40-360.

et seg., FOR A CERTIFICATE OF

ENVIRONMENTAL COMPATIBILITY

AUTHORIZING THE TS-9 TO PINNACLE PEAK 500kV/230kV TRANSMISSION LINE

PROJECT WHICH INCLUDES A 500kV

9 TRANSMISSION LINE, A 230kV

TRANSMISSION LINE AND

ASSOCIATED FACILITIES AND INTER-

CONNECTIONS ORIGINATING FROM THE PROPOSED TS-9 SUBSTATION

LOCATED SOUTH OF SR74 IN PEORIA,

AT SECTION 33, TOWNSHIP 6 NORTH,

RANGE 1 EAST, G&SRB&M, TO THE

13 EXISTING PINNACLE PEAK

SUBSTATION LOCATED NEAR 64TH

14 STREET AND PINNACLE PEAK ROAD

IN PHOENIX, AT SECTION 10,

TOWNSHIP 4 NORTH, RANGÉ 4 EAST. G&SRB&M.

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Docket No. L-00000D-06-0635-00131

Case No. 131

CERTIFICATE OF ENVIRONMENTAL COMPATIBILITY

Pursuant to notice given as provided by law, the Arizona Power Plant and Transmission Line Siting Committee (the "Committee") held public hearings on November 27 and 28, and December 11 and 12, 2006, all in conformance with the requirements of Arizona Revised Statutes ("A.R.S.") § 40-360, et seq., for the purpose of receiving evidence and deliberating on the Application of Arizona Public Service Company ("Applicant") for a Certificate of Environmental Compatibility ("Certificate") in the above-captioned case (the "Project").

DECISION NO. 69343

1	The following members and designees of members of the Committee were present		
2	at one or more of the hearings for the evidentiary presentations and/or for the		
3	deliberations:		
5	Laurie Woodall	Chairman, Designee for Arizona Attorney General, Terry Goddard	
6	David L. Eberhart, P.E.	Designee for Chairman, Arizona Corporation Commission	
8	Ed Ranger	Designee for Director, Arizona Department of Environmental Quality	
9	Jim Arwood	Designee for Director, Energy Department, Arizona Department of Commerce	
11	Jeff McGuire	Appointed Member	
12	Michael Palmer	Appointed Member	
13	Joy Rich	Appointed Member	
14	A. Wayne Smith	Appointed Member	
15	Michael Whalen Appointed Member		
16	The Applicant was represented by Thomas H. Campbell and Albert H. Acken of		
17	Lewis and Roca LLP, and Karilee S. Ramaley of Pinnacle West Capital Corporation. The		
18	following parties were granted intervention pursuant to A.R.S. § 40-360.05: Commission		
19	Staff, represented by Charles Hains and Robin R. Mitchell; United Services Automobile		
20	Association, represented by C. Webb Crockett of Fennemore Craig, P.C.; Pulte Homes,		
21	represented by Michele Molinario of Ridenour, Hienton, Kelhoffer, Lewis & Garth,		
22	P.L.L.C.; Trammel Crow Residential, represented by William E. Lally of Withey,		
23	Anderson & Morris, P.L.C.; and TAG Land Pinnacle LLC, represented by Robert N.		
24	Pizorno of Beus, Gilbert, PLLC.		
25	At the conclusion of the hearings, the Committee, having received the Application,		

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DECISION NO. 69343

the appearances of the parties, the evidence, testimony and exhibits presented at the

hearings, and being advised of the legal requirements of A.R.S. §§ 40-360 to 40-360.13, upon motion duly made and seconded, voted, 7 in favor, 2 opposed, to grant the Applicant the following Certificate of Environmental Compatibility (Case No. 131):

The Project route is similar to the route that was approved in Docket L-00000D-02-0120 (North Valley 230kV Facility Siting Project) (Case No. 120, Decision No. 65997).

The Project is a double-circuit transmission line with one 500 kV circuit and one 230 kV circuit and two substations. In addition, 230 kV double-circuit transmission lines will be used to tie into previously certificated substations. The Project route (depicted on **Exhibit A** attached hereto) will originate at the proposed TS-9 Substation in Section 33, Township 6 North, Range 1 East parallel to the existing Navajo 500kV Transmission Line Corridor ("Navajo Corridor") (State Land ROW No. 14-26216), following the Navajo Corridor southwest to the Dove Valley Road alignment in a 1,500 foot wide corridor measured to the east from the westernmost edge of the existing Navajo Corridor right-of-way.

The route then turns east and follows the Dove Valley Road alignment east to the 39th Avenue alignment adjacent to the future Avery Substation, approved in Case L-00000D-02-0120, located in Section 15, Township 6 North, Range 2 East in a 3,000 foot corridor (1,500 feet north and 1,500 feet south) centered on the section line designating the Dove Valley Road alignment.

From that point the route turns south following the 39th Avenue alignment south for one mile to the Lone Mountain Road alignment in a 2,000 foot wide corridor (1,000 feet east and 1,000 feet west) centered on the mid-section line designating 39th Avenue.

The route then turns southeast crossing Sections 22 and 23, Township 5 North, Range 2 East on a southeasterly diagonal to meet Interstate 17 at a point designated as Latitude 33.7, Longitude -112.13 in a 2,000 foot corridor (1,000 feet each side) centered

DECISION NO.

on the alignment between the intersection of 39th Avenue and Lone Mountain Road and Latitude 33.7, Longitude -112.13.

From that point the route follows the west side of Interstate 17 south to Oberlin Way in a 500 foot corridor west of the existing Arizona Department of Transportation ("ADOT") right-of-way.

The route continues south along the west side of Interstate 17 from Oberlin Way to the existing 230kV power line corridor ("WW-PP Corridor") (which includes fee-owned lands, private easements, and State Land ROW No. 16-4298) located approximately ¼ mile south of Happy Valley Road in a 1,000 foot corridor west of the existing ADOT right-of-way.

From that point the route then turns east within the WW-PP Corridor along the north side of the existing 230kV double-circuit power line to Central Avenue within a 175 foot corridor north of the centerline of the existing 230kV double-circuit structures.

At Central Avenue, the 230kV circuit turns south to form an in and out interconnection with the Misty Willow Substation, approved in Case L-00000D-02-0120, located in Section 8, Township 4 North, Range 3 East within a 1,000 foot corridor (500 feet east and 500 feet west) along the centerline of Central Avenue.

Both circuits (500kV/230kV) then continue east within the existing WW-PP Corridor along the north side of the northernmost existing 230kV power line to 56th Street within a 175 foot corridor north of the existing 230kV structures.

The route continues east within the existing WW-PP Corridor along the north side of the northernmost existing 230kV power line to its termination at the Pinnacle Peak Substation located in Section 10, Township 4 North, Range 4 East within a 1,500 foot corridor north of the centerline of the northernmost existing 230kV structures.

The Project shall be constructed on double-circuit monopoles. Conceptual models of the monopoles are depicted in Exhibits G-1 through G-4 of the application, attached hereto as **Exhibit B**.

This Certificate is granted upon the following conditions:

- The Applicant shall obtain all required approvals and permits necessary to construct the Project.
- 2. The Applicant shall comply with all existing applicable ordinances, master plans and regulations of the State of Arizona, the County of Maricopa, the United States, and any other governmental entities having jurisdiction.
- This authorization to construct the Project shall expire ten years from the date the Certificate is approved by the Arizona Corporation Commission (the "Commission").
- 4. The Applicant shall make every reasonable effort to identify and correct, on a case-specific basis, all complaints of interference with radio or television signals from operation of the transmission line and related facilities addressed in this Certificate. The Applicant shall maintain written records for a period of five years of all complaints of radio or television interference attributable to operation, together with the corrective action taken in response to each complaint. All complaints shall be recorded to include notations on the corrective action taken. Complaints not leading to a specific action of for which there was no resolution shall be noted and explained.
- The Project shall comply with applicable noise standards of the federal Department of Housing and Urban Development and the Environmental Protection Agency.

DECISION NO.

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- 6. If all Register-eligible properties cannot be avoided, then the Applicant will continue to consult with the State Historic Preservation Office ("SHPO") to resolve the negative impacts.
- 7. The Applicant shall avoid and/or minimize impacts to properties considered eligible for inclusion in the State Register of Historic Places to the extent possible.
- 8. If the Applicant decides that historic-period structures Beardsley Canal and Black Canyon Road and archaeological Sites AZ T:3:361, 362, 363 and 364, AZ T:7:192 and AZ T:8:157, AZ T:3:1 (MNA), and AZ T:3:2 (MNA) cannot be avoided, then the Applicant will plan and implement a mitigation program in consultation with SHPO.
- 9. After construction, the Applicant, in conjunction with any applicable land managing agency, shall allow Arizona Site Stewards, a volunteer-staffed SHPO program, to periodically inspect the sites within the corridor for vandalism or other damage.
- 10. In consultation with SHPO and the land-managing agency, the Applicant will consider and assess potential direct and indirect impacts to eligible properties related to new access roads or any existing access roads that require blading.
- 11. The Applicant shall follow any instructions from the Arizona State Land Department ("ASLD") regarding the treatment of State Register of Historic Places-eligible properties situated on ASLD land in consultation with SHPO.
- 12. If human remains and/or funerary objects are encountered during the course of any ground disturbing activities relating to the development of the subject property, Applicant shall cease work on the affected area of the Project and

- notify the Director of the Arizona State Museum in accordance with A.R.S. § 41-865.
- 13. The Applicant shall design the transmission lines so as to minimize impacts to raptors.
- 14. Where practicable, the Applicant shall use existing roads for construction and access. The Applicant shall minimize vegetation disturbance outside of the Project right-of-way, particularly in drainage channels and along stream banks, and shall re-vegetate or restore areas of construction disturbance outside of the Project right-of-way after construction has been completed.
- 15. The Applicant shall use non-specular conductor and dulled surfaces for transmission line structures.
- 16. Within 120 days of the Commission decision granting this Certificate,
 Applicant will post signs in public rights-of-way giving notice of the Project
 corridor. Within 45 days of securing easement or right-of-way for the
 Project, the Applicant shall erect and maintain signs providing public notice
 that the property is the site of a future transmission line. Such signage shall
 be no smaller than a normal roadway sign. The Applicant shall place signs
 in prominent locations at reasonable intervals such that the public is notified
 along the full length of the transmission line until the transmission structures
 are constructed. There must also be signs at the location of the proposed
 substations. The signs shall advise:
 - (a) That the site has been approved for the construction of Project facilities including 500/230kV transmission lines or substation, as applicable to the individual site;
 - (b) The expected date of completion of the Project facilities;
 - (c) A phone number for public information regarding the Project;

- (d) The name of the Project;
- (e) The name of the Applicant; and
- (f) The Applicant's website.

Sign placement will be reported annually in accordance with Condition 22.

- 17. In the event that the Project requires an extension of the term of this

 Certificate prior to completion of construction, Applicant shall use
 reasonable means to directly notify all landowners and residents within a

 one-half mile of the Project corridor for which the extension is sought. Such
 landowners and residents shall be notified of the time and place of the
 proceeding in which the Commission shall consider such request for
 extension.
- 18. Before construction on this Project may commence, the Applicant must file a construction mitigation and restoration plan with Docket Control with copies to the affected areas of jurisdiction. The Applicant shall, within one year of completion of construction of the Project, rehabilitate to its original state any area disturbed by construction of the Project, except for any road that may be necessary to access the transmission lines or substation sites for maintenance and repair.

The goals of the Plan will be to:

- (a) Avoid impacts where practical;
- (b) Where impacts are unavoidable, minimize impacts; and
- (c) Focus on site preparation to facilitate natural processes of revegetation.

Other key elements of the Plan, when not inconsistent with the respective land management agencies' or local owners' requirements, are to:

(a) Emphasize final site preparation to encourage natural revegetation;

- (b) Avoid (e.g., preserve), where practical, mature native trees;
- (c) Stipulate a maximum construction corridor width;
- (d) Reserve native plant materials from right-of-way before grading and replant after construction is complete;
- (e) Imprint the restored right-of-way to provide indentations to catch seed and water;
- (f) Implement best management practices to protect the soil;
- (g) Apply restoration methods that have been shown to work in the desert environment; and
- (h) Prevent the spread of noxious weeds or other undesirable species.
- 19. Applicant shall retain a qualified biologist to monitor all ground clearing/disturbing construction activities that may affect sensitive species or habitat. The biological monitor will be responsible for ensuring proper actions are taken if a special status species is encountered. If Sonoran desert tortoises are encountered during construction, the Applicant shall follow the Arizona Game & Fish Department's ("AGFD's") Guidelines for Handling Sonoran Desert Tortoises.
- 20. Applicant shall salvage mesquite, ironwood, saguaro and palo verde trees removed during Project construction activities consistent with Arizona's Native Plant Law and use the vegetation for reclamation in or near its original location.
- 21. Applicant shall implement landscaping for the substation sites in accordance with the applicable municipal planning and zoning requirements.
- 22. The Applicant shall submit a self-certification letter annually, identifying progress made with respect to each condition contained in the Certificate, including which conditions have been met. Each letter shall be submitted to

the Utilities Division Director on December 1 beginning in 2007. Attached to each certification letter shall be documentation explaining how compliance with each condition was achieved. Copies of each letter along with the corresponding documentation shall be submitted to the Arizona Attorney General and Department of Commerce Energy Office. The requirement for the self-certification shall expire on the date the Project is placed into operation.

- 23. With respect to the Project, Applicant shall participate in good faith in state and regional transmission study forums and will continue its coordination with both Salt River Project and Western Area Power Administration to coordinate transmission expansion plans related to the Project and to resolve transmission constraints in a timely manner.
- 24. Applicant shall coordinate construction through the Happy Valley Towne
 Center with the property owners to minimize impact on the retail operation
 of the Center.
- 25. The Applicant shall provide copies of this Certificate to the City of Phoenix and City of Peoria planning agencies, mayors, and city councils, the Maricopa County Planning and Development Department, the Maricopa County Board of Supervisors, SHPO, AGFD, ADOT, and ASLD.
- 26. Before commencing construction of Project facilities located within 100 feet of any existing natural gas or hazardous liquid pipeline, the Applicant shall:
 - (a) perform the appropriate grounding and cathodic protection studies to show that the Project's location within 100 feet of such pipeline results in no material adverse impacts to the natural gas or hazardous liquid pipeline or to public safety when both are in operation. A report of studies shall be provided to the Commission Staff as part of

Applicant's compliance with the Certificate. If material adverse impacts are noted in the studies, Applicant shall take appropriate steps to ensure that such material adverse impacts are eliminated.

Applicant shall provide to the Commission Staff written documentation of the actions that will be taken and documentation showing no material adverse impact will occur; and

- (b) perform a technical study simulating an outage of the facility that may be caused by the collocation of the Project within 100 feet of the existing natural gas or hazardous liquid pipeline. This study should either: i) show that such outage does not result in customer outages; or ii) include operating plans to minimize any resulting customer outages. Applicant shall provide a copy of this study to Commission Staff.
- 27. Prior to the date this transmission line is put into commercial service, the Applicant shall provide homebuilders and developers within one mile of the center line of the certificate route the identity, location, and a pictorial depiction of the type of power line being constructed, accompanied by a written description, and encourage the developers and homebuilders to include this information in the developers' and homebuilders' homeowners' disclosure statements.
- 28. Applicant shall use commercially reasonable efforts to work with Pinnacle Cemeteries to mitigate visual impacts at the Pinnacle Cemeteries from the Project.
- 29. Within 90 days of the final Commission decision granting this Certificate, Applicant shall file an A.R.S. § 40-252 application for approval of modification(s) to Commission Decision No. 65997, which granted the

Certificate in Case 120, to reflect the grant of this Certificate. Specifically, Applicant will request that the following condition be added to Decision No. 65997: "Applicant shall not build that portion of the Project approved in this case located between: (a) the intersection of the section line that designates the Dove Valley Road alignment and the existing Navajo - Westwing 500/230 kV corridor; and (b) the Pinnacle Peak substation. Applicant retains the authorization to construct the Avery and Misty Willow substations (Decision No. 65997, Case 120, pages 3:15-17 and 4:9-11) and also that portion of the double-circuit 230 kV transmission line between Westwing and Raceway substations (Decision No. 65997, Case 120, page 3:5-13), as described, noticed and certificated in this Case 120. Further, Condition 23 of the Certificate in Decision 65997, Case 120, is no longer applicable."

- 30. Applicant shall make a good faith effort to work with affected municipalities and land management agencies to encourage future development to move major arterials away from major transmission corridors.
- 31. Applicant shall work in good faith with the City of Peoria, ADOT, and ASLD regarding the final right-of-way on that portion of the route along the Dove Valley Road alignment.

GRANTED this 29day of December 2006.

THE ARIZONA POWER PLANT AND TRANSMISSION LINE SITING COMMITTEE

Laurie A. Woodall, Chairman

Assistant Attorney General

EXHIBIT A

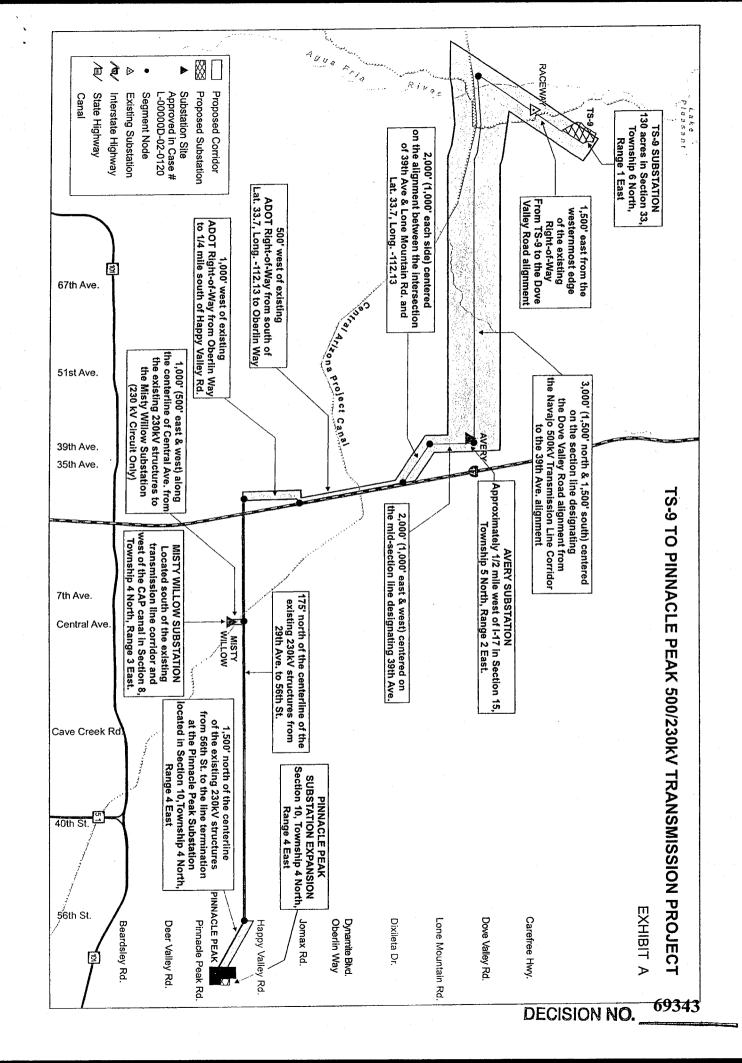


EXHIBIT B

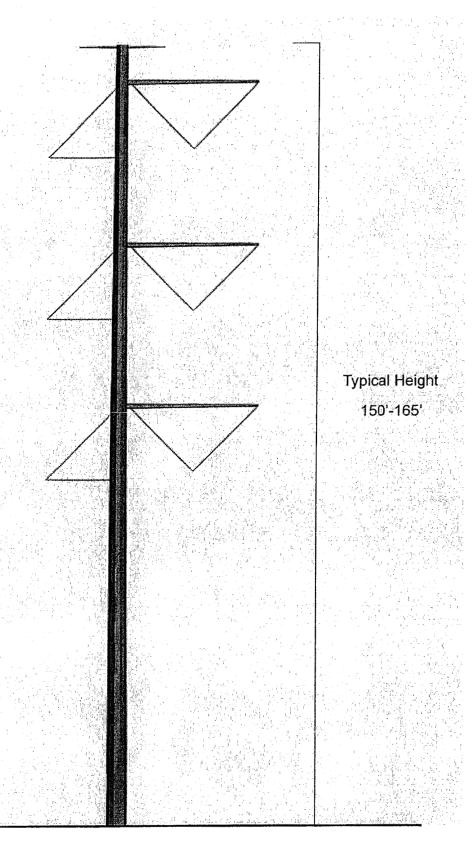


EXHIBIT G-1

Conceptual 500/230kV Steel Monopole Structure (Design Configuration #1)

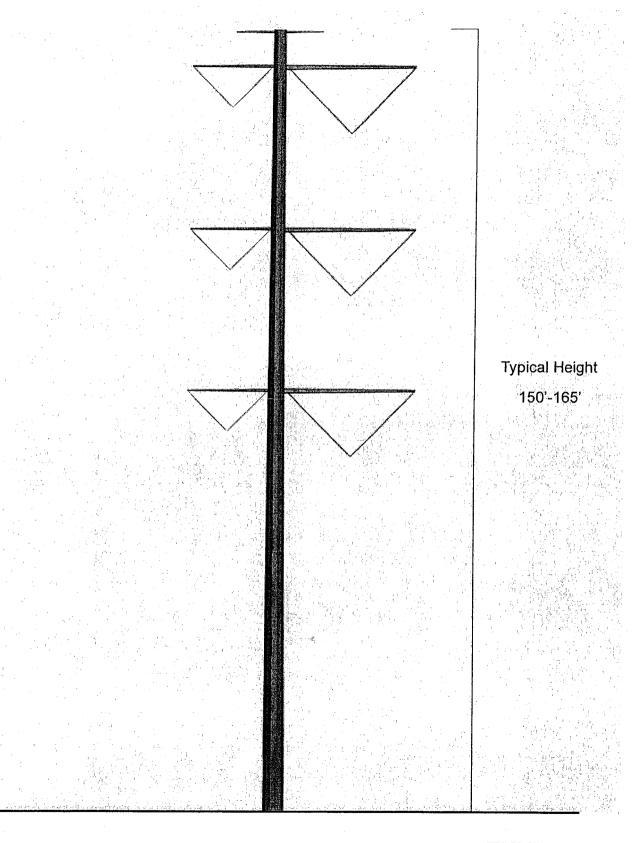


EXHIBIT G-2

Conceptual 500/230kV Steel Monopole Structure (Design Configuration #2)

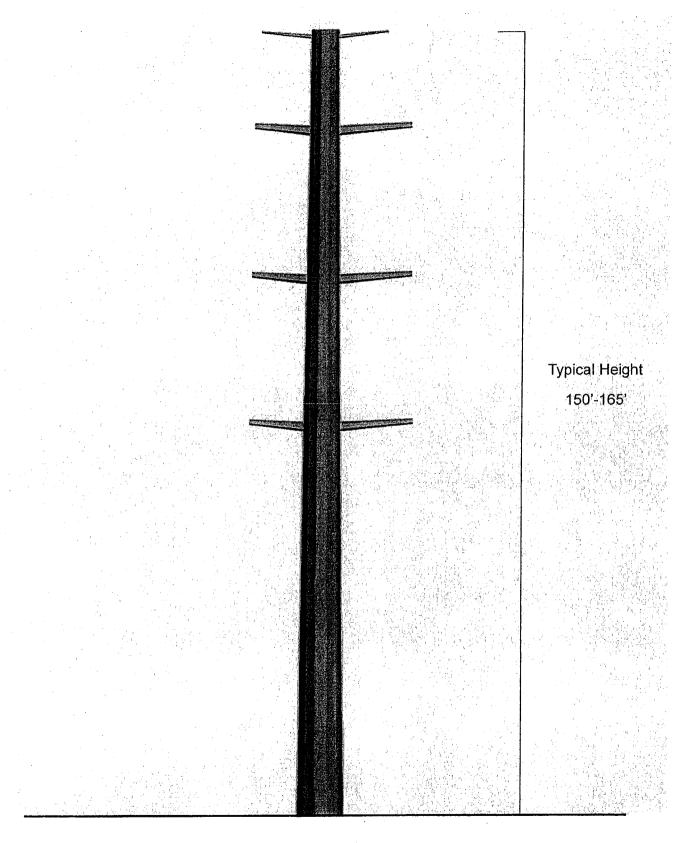


EXHIBIT G-3Conceptual 500/230kV Steel Monopole Turning Structure

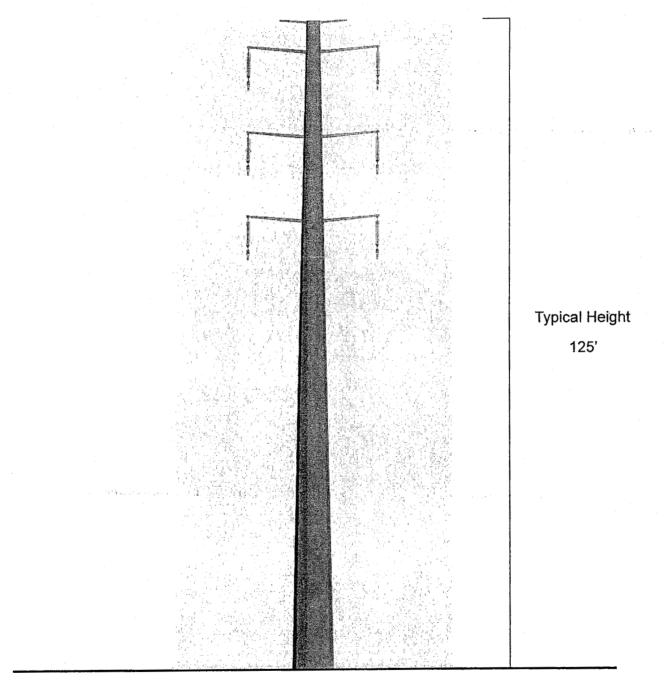


EXHIBIT G-4Conceptual 230kV Double-Circuit Structure

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IN THE MATTER OF THE APPLICATION OF ARIZONA PUBLIC SERVICE COMPANY IN CONFORMANCE WITH THE REQUIREMENTS OF ARIZONA REVISED STATUTES SECTION 40-360, et seq., FOR A CERTIFICATE OF ENVIRONMENTAL COMPATIBILITY AUTHORIZING THE TS-9 TO PINNACLE PEAK 500kV/230kV TRANSMISSION LINE PROJECT WHICH INCLUDES A 500kV TRANSMISSION LINE, A 230kV TRANSMISSION LINE AND ASSOCIATED FACILITIES AND INTER-CONNECTIONS ORIGINATING FROM THE PROPOSED TS-9 SUBSTATION LOCATED SOUTH OF SR74 IN PEORIA, AT SECTION 33, TOWNSHIP 6 NORTH, RANGE 1 EAST, G&SRB&M, TO THE EXISTING PINNACLE PEAK SUBSTATION LOCATED NEAR 64TH STREET AND PINNACLE PEAK ROAD IN PHOENIX, AT SECTION 10, TOWNSHIP 4 NORTH, RANGÉ 4 EAST,

Docket No. L-00000D-06-0635-00131

Case No. 131

NOTICE OF FILING CERTIFICATE OF ENVIRONMENTAL COMPATIBILITY NUNC PRO TUNC

Z CORP COMMISSION

The Arizona Power Plant and Transmission Line Siting Committee hereby gives
Notice of Filing Nunc pro Tunc its Decision and Certificate of Environmental
Compatibility, for approval by the Arizona Corporation Commission. A copy of the
Decision is attached, correcting typographical errors:

- 1. Correcting Docket Number;
- 2. Correcting spelling errors 'northermost,' to 'northermost;' and
- 3. Correcting 'impractical,' on para. 18(a), pg. 8, to 'practical.'

All other terms of the CEC are identifical to that originally filed on December 29, 2006, including the date the Certificate was granted.

1	DATED, this 6 th day of February, 2007.
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3	Laurie a Wordall
4	Laurie A. Woodall, Chairman Arizona Power Plant & Transmission
5	Line Siting Committee
6	
7	ORIGINAL DECISION hand-delivered
8	to the Commissioners' Division, and the Original and 25 copies of this Notice filed this 6 th day of February, 2007, with:
9	
10	Docket Control Arizona Corporation Commission
11	1200 West Washington Street Phoenix, AZ 85007
12	COPIES of the foregoing mailed this 6 th day of February, 2007, to:
13	Charles Hains
14	Robin Mitchell Maureen Scott
15	Legal Division Arizona Corporation Commission
16	1200 West Washington Street Phoenix AZ 85007
17	(Attorney for Staff of Utilities Division of ACC)
18	Ernest G. Johnson, Director Utilities Division
19	Arizona Corporation Commission 1200 West Washington Street
20	Phoenix, AZ 85007
21	Thomas H. Campbell, Esq.
22	Lewis and Roca, LLP Two Renaissance Square
23	40 North Central Avenue Phoenix AZ 85004-4429
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25	

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15	Pinnacle West Capital Corp. 400 North 5 th Street	
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17	Attorney for Arizona Public Service Co.	
18	(St)/wh	
19	#308513	the state of the s
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EXHIBIT C

